Panhandle Telecommunication Systems, Inc.

TTY REPORT
January 15, 2002

1. Network infrastructure software development

Panhandle Telecommunication Systems Inc. utilizes Nortel Networks switch to provide digital wireless services in certain areas throughout its market. **Panhandle Telecommunication Systems Inc.** understands that Nortel Networks has completed its development of software and product tests (see letter from Nortel submitted in the July quarterly report of the TTY Forum ("Nortel Letter")).

2. Handset development and testing plans

Panhandle Telecommunication Systems Inc. must rely on handset vendors to develop the required handsets. When handsets are available, testing can be performed with area PSAPs to insure compatibility.

3. Beta testing and lab testing

Panhandle Telecommunication Systems Inc. must rely on Nortel Networks and handset vendors for initial conformance testing.

4. Release and general availability to carriers of network infrastructure software

Panhandle Telecommunication Systems Inc. understands that Nortel Networks' enabling software load, MTX10, is scheduled for General Availability Week 44, 2001 (see Nortel Letter).

5. Availability to carriers to full acceptance test units

Panhandle Telecommunication Systems Inc. understands that Nortel Networks plans to test and confirm the solution performance.

6. Efforts toward achieving digital wireless solution capability with enhanced TTY devices

Panhandle Telecommunication Systems Inc. understands that the solution provided by the MTX10 software load addresses Baudot type messages only. Other capabilities may be included later, after standards are adopted.

7. Carrier coordination of testing with PSAP

See response to item 2. above.

8. Carrier testing activities, including field testing, consumer end-to-end testing, and other necessary tests

Panhandle Telecommunication Systems Inc. is scheduling installation of Nortel MTX10 software and plans to have installation and testing completed by the June 30, 2002 deadline.

9. Retail availability of necessary consumer equipment.

It is unknown when handsets will be available. **Panhandle Telecommunication Systems Inc.** understands that the MTX10 software is the only requirement for implementation. The company has not been informed of any required hardware changes.

1. Geographic scope of network infrastructure deployment

Oklahoma RSA 1

Respectfully Submitted,

Ron Strecker
CEO